Manipulation of Stock markets by terrorists

2477. SHRIMAHENDRA MOHAN: Will the Minister of HOME AFFAIRS be pleased to state:

(a) whether it is a fact that the National Security Advisor has recently made a statement that terrorists had manipulated the stock markets to generate funds, and had used legitimate banking channels to fund their operations;

(b) if so, the details thereof;

(c) whether the stock exchanges in Mumbai and Chennai have reported that ficitious or notional companies were engaging in stock market operations and these companies were later traced to terrorist outfits; and

(d) if so, whether Government would set up an inquiry and table the report in Parliament?

THE MINISTER OF STATE IN THE MINISTRY OF HOME AFFAIRS (SHRI SHRIPRAKASH JAISWAL): (a) to (d) As per available reports, terrorists and terrorist organizations active in India are using different channels to fund their operations. They route their funds mainly through hawala and other informal means. Misuse of formal financial system by such elements has also been reported. The National Security Advisor recently referred to this while recounting the methods employed by terrorist outfits to generate funds. Disclosing any further details in this regard at this stage is considered to be prejudicial to the national security.

Report on Corporate Security

2478. SHRI AMAR SINGH: Will the Minister of HOME AFFAIRS be pleased to state:

(a) whether Government's attention has been drawn to the Start for Terrorism Intelligence report on Corporate Security, Risk and Cost Tolerance in India, which *inter-alia,* says that KGB-trained IB and RAW might drive the U.S. multinationals out of India, through surveillance techniques;

(b) whether the said report also points out growing concerns about personal security and kidnappings in India, which are acting as a major